

STOCK MARKET: LESSON 1

Objectives: to set up teams
to introduce the rules of the SMG
to establish club expectations

Materials: Rules of the Stock Market Game
Power Point
Handout with official rules of the game
Team Folders- labeled with Login & password
Computer (one per team)
Access to YouTube & projector
YouTube Video-*What is a Stock? & What is the stock market?*



Procedure:

1. Watch video—*What is a stock: A Beginner's Guide to Investing* and *How the Stock Market Works*
<https://www.youtube.com/watch?v=XRO6IEu9-5w> (4 min 38 sec)
<https://www.youtube.com/watch?v=GnJCOof2HJk> (9 min 12 sec) may only show a portion of this due to time limitations
2. Set up teams mixing 4th and 5th graders
3. Have students determine who will have the various jobs
 - a. Director
 - b. Lead Researcher
 - c. Lead Portfolio Coordinator
 - d. Lead Data Entry Coordinator
 - e. Lead Reporter
4. Each team creates a clever name for their team
5. Share the rules of the game—
 - a. \$100,000 to invest
 - b. Trade Stock only on the New York Stock Exchange or NASDAQ
 - c. Price of stock = closing price at the end of the day
 - d. Must buy/sell at least 10 shares
 - e. Stock must sell for over \$3.00 per share
 - f. Charged a broker's fee of 1%
 - g. Game runs Monday-Friday
 - h. Teams may trade on any day markets are open
 - i. Orders may be entered 7 days a week
 - j. Entered after 4 pm will use closing price of next day
 - k. Teams do not have to sell all stocks in their portfolio at the end of the game (10 weeks)
 - l. Teams must keep passwords secure
6. Take short quiz by group to make sure every student understands the rules
7. Go to computers and practice how to access website www.stockmarketgame.org
8. Have students use their Login and Password found on their team folder
9. Look at gray ribbon on top of screen and click on "Trade"
10. Find Stock Trade and click on BUY



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11. Next, click on
 - a. *Search Ticker Symbols*
 - b. *Search Company Name*
 - c. *Validate Ticker*
12. Order Type→Market
13. Enter the # of shares your team wishes to purchase (minimum of 10)
14. Preview your trade (check . . . Does it look right?)
15. Hit "Submit"
16. YOU DID IT!! (This is assuming someone came with an idea of a company to invest in and their peers on the team agreed.)
17. Next class . . . come in with the names of three companies you would like to recommend to your team;
18. On a ticket out the door sheet-write at least one thing your learned today

***Have parent volunteer take team photos as time permits during this session. Team photos can be displayed to the rest of the school can follow their progress. Rankings and portfolio listings can be posted weekly.*

